



General Assembly

**Amendment**

February Session, 2022

LCO No. 5848



Offered by:

SEN. HARTLEY, 15<sup>th</sup> Dist.

REP. CURREY, 11<sup>th</sup> Dist.

SEN. MARTIN, 31<sup>st</sup> Dist.

REP. BUCKBEE, 67<sup>th</sup> Dist.

To: Subst. Senate Bill No. 98

File No. 560

Cal. No. 400

**"AN ACT EXTENDING THE MANUFACTURING APPRENTICESHIP  
TAX CREDIT TO PASS-THROUGH ENTITIES."**

1 Strike everything after the enacting clause and substitute the  
2 following in lieu thereof:

3 "Section 1. Section 12-217g of the 2022 supplement to the general  
4 statutes is repealed and the following is substituted in lieu thereof  
5 (*Effective July 1, 2022, and applicable to income or taxable years commencing*  
6 *on or after January 1, 2022*):

7 (a) (1) There shall be allowed a credit for any taxpayer against the tax  
8 imposed under this chapter or chapter 228z, for any income or taxable  
9 year with respect to each apprenticeship in the manufacturing trades  
10 commenced by such taxpayer in such year under a qualified  
11 apprenticeship training program as described in subsection (d) of this  
12 section, certified in accordance with regulations adopted in accordance

13 with the provisions of chapter 54 by the Labor Commissioner and  
14 registered with the Labor Department under section 31-22r, in an  
15 amount equal to six dollars per hour multiplied by the total number of  
16 hours worked during the income or taxable year by apprentices in the  
17 first half of a two-year term of apprenticeship and the first three-  
18 quarters of a four-year term of apprenticeship, provided the amount of  
19 credit allowed for any income or taxable year with respect to each such  
20 apprenticeship may not exceed seven thousand five hundred dollars or  
21 fifty per cent of actual wages paid in such [income] year to an apprentice  
22 in the first half of a two-year term of apprenticeship or in the first three-  
23 quarters of a four-year term of apprenticeship, whichever is less. [(2)  
24 Effective for] For income or taxable years commencing on [and] or after  
25 January 1, 2015, for purposes of this subsection, "taxpayer" includes an  
26 affected business entity, as defined in section 12-284b. [Any]

27 (2) (A) For taxable years commencing on or after January 1, 2015, but  
28 prior to January 1 2022, any affected business entity allowed a credit  
29 under this subsection may sell, assign or otherwise transfer such credit,  
30 in whole or in part, to one or more taxpayers to offset any state tax due  
31 or otherwise payable by such taxpayers under this chapter, or, with  
32 respect to [income] taxable years commencing on or after January 1,  
33 2016, but prior to January 1, 2022, chapter 212 or 227, provided such  
34 credit may be sold, assigned or otherwise transferred, in whole or in  
35 part, not more than three times.

36 (B) For taxable years commencing on or after January 1, 2022, with  
37 respect to an affected business entity claiming a credit under this  
38 subsection against the tax due under chapter 228z, the credit available  
39 to the members of such entity pursuant to subdivision (1) of subsection  
40 (g) of section 12-699 shall be based upon the amount of tax due under  
41 chapter 228z from such entity prior to the application of the credit  
42 granted under this subsection and any other payments made against  
43 such tax due.

44 (b) There shall be allowed a credit for any taxpayer against the tax  
45 imposed under this chapter for any income year with respect to each

46 apprenticeship in plastics and plastics-related trades commenced by  
47 such taxpayer in such year under a qualified apprenticeship training  
48 program as described in subsection (d) of this section, certified in  
49 accordance with regulations adopted in accordance with the provisions  
50 of chapter 54 by the Labor Commissioner and registered with the Labor  
51 Department under section 31-22r, which apprenticeship exceeds the  
52 average number of such apprenticeships begun by such taxpayer during  
53 the five income years immediately preceding the income year with  
54 respect to which such credit is allowed, in an amount equal to four  
55 dollars per hour multiplied by the total number of hours worked during  
56 the income year by apprentices in the first half of a two-year term of  
57 apprenticeship and the first three-quarters of a four-year term of  
58 apprenticeship, provided the amount of credit allowed for any income  
59 year with respect to each such apprenticeship may not exceed four  
60 thousand eight hundred dollars or fifty per cent of actual wages paid in  
61 such income year to an apprentice in the first half of a two-year term of  
62 apprenticeship or in the first three-quarters of a four-year term of  
63 apprenticeship, whichever is less.

64 (c) There shall be allowed a credit for any taxpayer against the tax  
65 imposed under this chapter for any income year with respect to wages  
66 paid to apprentices in the construction trades by such taxpayer in such  
67 year that the apprentice and taxpayer participate in a qualified  
68 apprenticeship training program, as described in subsection (d) of this  
69 section, which (1) is at least four years in duration, (2) is certified in  
70 accordance with regulations adopted in accordance with the provisions  
71 of chapter 54 by the Labor Commissioner, and (3) is registered with the  
72 Labor Department under section 31-22r. The tax credit shall be (A) in an  
73 amount equal to two dollars per hour multiplied by the total number of  
74 hours completed by each apprentice toward completion of such  
75 program, and (B) awarded upon completion and notification of  
76 completion of such program in the income year in which such  
77 completion and notification occur, provided the amount of credit  
78 allowed for such income year with respect to each such apprentice may  
79 not exceed four thousand dollars or fifty per cent of actual wages paid

80 over the first four income years for such apprenticeship, whichever is  
81 less.

82 (d) For purposes of this section, a qualified apprenticeship training  
83 program shall require at least four thousand but not more than eight  
84 thousand hours of apprenticeship training for certification of such  
85 apprenticeship by the Labor Department. The amount of credit allowed  
86 any taxpayer under this section for any income or taxable year may not  
87 exceed the amount of tax due from such taxpayer under this chapter or  
88 chapter 228z with respect to such income or taxable year."

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2022, and applicable to income or taxable years commencing on or after January 1, 2022</i>	12-217g